



# State of Utah

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

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March 8, 1993

Mr. Glenn Mellor  
Senior Geologist  
Sunshine Mining Company  
P.O. Box 250  
Eureka, Utah 84628

Dear Mr. Mellor:

Re: Surety Reassignment, Zuma Pit Permit Amendment, Sunshine Mining Company, Burgin Project, M/049/009, Utah County, Utah

The Division is aware that a recent court decision has changed the operator status for the Burgin Project, however, we have not been formally informed of changes in permitting responsibility. Also, the Division letter of December 9, 1992, regarding reassignment of a portion of the existing surety to cover the Zuma Pit Amendment was never responded to. In that letter, the Division asked for acknowledgement from Sunshine's Surety company regarding the omission of the Hunter Shaft Project and the inclusion of the Zuma Pit Project.

The Division has recently received a proposed permit amendment for the Trixie Shaft portion of the Burgin Project. The Division cannot release the portion of the existing Sunshine bond for the Trixie area until an acceptable replacement surety is approved by the Board. In a similar manner, the surety covering the remaining portions of the Burgin Project cannot be released until a replacement surety for those portions is also approved.

We are aware that because of the court decision, this letter may need to be directed to another party. Please provide the name and address of the new contact person for this project, if appropriate. In addition, please inform us of the manner you wish to proceed in, with respect to the Zuma Pit Amendment, and the remainder of the Burgin Project areas. If you have any questions regarding this letter please contact me.

Sincerely,

Anthony A. Gallegos  
Reclamation Engineer